

#### An Energy Efficiency Workshop & Exposition

Palm Springs, California

## Please be courteous to our speakers





Turn off all cell phones

and

Set pagers to vibrate



#### An Energy Efficiency Workshop & Exposition

Palm Springs, California

## Counting the Benefits of ESPCs: Energy Savings and More

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## EPA Energy Use

- The U.S. EPA collects energy and water consumption data from its 20 owned laboratories
- □ E.O. 13123: 20% reduction by 2005
  - Spirit of Executive Order to reduce emissions
  - Specifies <u>laboratories</u> as part of Federal energy reduction efforts
  - How do we get there?



## NVFEL – Ann Arbor, MI



June 2-5, 2002



## National Vehicle and Fuel Emissions Laboratory (NVFEL)

## **Background**

- 135,000 square foot facility in Ann Arbor, Michigan
- Requires precise environmental control under widely varying load conditions
- One of EPA's most energy intensive sites
  - Using almost 3 MW per year
  - Over \$1 million in annual utility costs



## NVFEL – Ann Arbor, MI

#### The Need:

- 30 year old energy infrastructure in dire need of replacement. For example:
  - Test cell AHUs before ESPC conditioned 100% outside air to supply space, and air was then exhausted after the first pass
  - Baseline water consumption 31,373,000 gallons/year



### NVFEL – Ann Arbor, MI

#### The Answer? ESPC

- Reduce source emissions, energy consumption, and energy costs through 11 ECMs
- Exceed federal energy reduction mandates
- Eliminate CFCs
- Reduce water consumption
- Minimize wasted energy
- Provide simple payback on contractor's capital expenditure of less than 10 years
- NORESCO



#### Test Cell AHUs

- Replace 14 rooftop AHUs supplying the test cells
  - Removal of old units, steam piping, humidifiers, and exhaust fans
- New units installed with:
  - Indirect evaporative coolers, preheat coils, cooling coils with face and bypass dampers and spray atomizing humidifiers
  - > New temperature controllers



## **NVFEL - ECM 1 & 2**







#### Soak Area AHUs

- Four roof-mounted HVAC units installed to serve soak areas
  - Water heated and cooled
  - Total energy recovery wheel installed to precondition air supply
- New temperature controls
  - Maintain space conditions
  - Remote monitoring of units, remote set point adjustment



## Office Preparation AHUs

- Removed 11 roof-mounted HVAC systems for offices, controls rooms, labs, and preparation rooms
- New units installed
  - Return air, preheat coils, cooling coils
  - > New temperature controllers



## Replace Boilers and Chillers

- Provided NVFEL with entirely new heating and cooling plant
- Water chillers converted from CFC-based mechanical refrigeration to non-CFC, twostage absorption technology
- High-pressure steam boilers removed, now generated by same absorption units



## NVFEL – ECM 4 (cont'd)

- New cooling tower installed on roof
  - Removed existing one from site
- Existing 5,000 gallon fuel oil tank remains intact outside boiler room
  - Serves as back-up for dual fuel absorbers and for the emergency genset



## **NVFEL – ECM 4** (cont'd)





June 2-5, 2002

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## Install Energy Management System (EMS)

- In the past, control of HVAC equipment was performed manually
  - HVAC systems ran excessively due to various occupancy schedules
- NORESCO proposed and installed state-of-theart EMS that controls building temperature, tracks energy usage, and controls HVAC equipment based on occupancy



#### **Process Water Conservation**

 Use chilled water to cool process loads at the facility



#### **Power Factor Correction**

- NVFEL is supplied with power by Detroit Edison under the Primary Supply Rate service classification
  - This rate structure includes a reactive demand charge for each kVA of lagging demand
- NORESCO installed capacitators and controls to increase the facility power factor to at least 90%, the penalty threshold



#### Natural Gas Fuel Cell

- Installed a 200 kW fuel cell powered by natural gas
  - Provides stable power
  - Converts natural gas into electricity to provide a quiet, clean and efficient on-site generating system
  - Dual cooling loops did not materialize
- Electric generation is working







## Cold Test Facility – Conversion to Central Plant Cooling

 Improved efficiency of Cold Test Facility chiller system by serving it with chilled water from the central plant



## Results of ESPC

(January 1, 2001- December 31, 2001)

ECM	Electrical Savings (kWh)	Water Savings (Gal)	Fossil Fuel Savings (Mtbu)
ECM -1 Test Cell AHU	2,282,727	6,636,761	50,296,092
ECM-2 Soak Area AHU	409,922	1,118,925	16,532,768
ECM-3 Office and Preparation Area AHU	1,249,443	1,913,020	14,212,372
ECM-4 Replace Boilers and Chillers	757,603	0	(9,719,424)
ECM-5 Install EMS	120,271	0	3,283,019
ECM-6 Process Water Conservation	(5,604)	11,422,149	(406,013)
ECM-8 Power Factor Correction	0	0	0
ECM-10 Natural Gas Fuel Cell	1,187,717	0	(7,966,809)
ECM-11 Cold Test Facility – Conversion to Central Plant Cooling	19,270	0	(71,739)
TOTALS	6,021,350	21,090,854	66,160,265



# Measurement & Verification (M&V)

## M&V Plan: Documenting Energy Savings

- EMS tracks energy performance of new equipment
  - comprehensive data logging
  - EMS continuously logs variables and calculates energy usage by system
  - NORESCO accesses stored data and sends to M&V group for processing



# Measurement & Verification (M&V)

## Evaluating the M&V Plan

- Third party evaluation of M&V report
  - Architectural Energy Corporation (AEC)
- EMS tracks energy performance and calculates real time energy savings
  - AEC looked at each ECM to determine if EMS calculated energy savings as specified in M&V plan

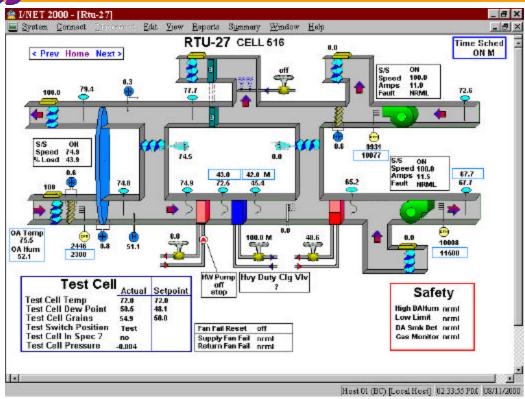


## Control System Main Page



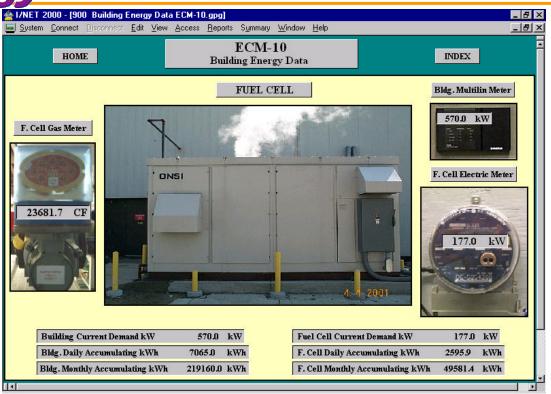


## Typical Laboratory Test Cell AHII





## Fuel Cell Energy Accounting





## Total \$ Savings

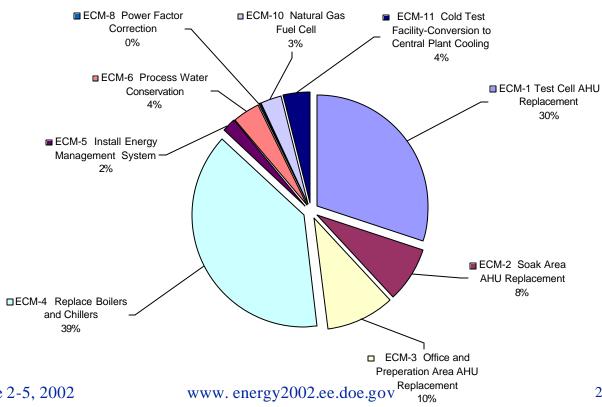
#### (January 1, 2001 – December 31 2001)

ЕСМ	Electrical Savings (\$ kWh)	Water Savings (\$ Gal)	Fossil Fuel Savings (\$ Mtbu)	Total \$ Savings
ECM-1	\$66,854	\$27,184	\$213,837	\$307,875
ECM-2	\$12,005	\$4,757	\$70,290	\$87,052
ECM-3	\$35,857	\$7,836	\$60,425	\$104,117
ECM-4	\$22,188	\$0	(\$41,323)	(\$19,135)
ECM-5	\$3,522	\$0	\$13,958	\$17,480
ECM-6	(\$164)	\$46,785	(\$1,726)	\$44,895
ECM-8	\$0	\$0	\$0	\$0
ECM-10	\$34,784	\$0	(\$33,871)	\$913
ECM-11	\$564	\$0	(\$305)	\$259
Sub Total	\$175,610	\$86,562	\$281,284	\$543,456
Sub Total	\$1,032,890			
Annual Guaranteed Savings - Second Year				\$1,093,856
Less Annual Maintenance Savings - Second Year				\$205,062
Amount Above Guarantee				\$144,096



## Cost Savings By ECM

(January 1, 2001 – December 31, 2001)





## **Emissions Reductions**

Electrical & Fossil Fuel Savings		<b>Emissions Offsets (Combined)</b>			
ECM	kWh	Mbtu	CO <sub>2</sub> (tons)	NO <sub>x</sub> (tons)	SO <sub>2</sub> (tons)
1	2,282,727	50,296,092	4,805	7.5	10.4
2	409,922	16,532,768	1,287	1.7	1.98
3	1,249,443	14,212,372	1,876.2	3.4	5.5
4	757,603	-9,719,424	100	1.18	3
5	120,271	3,283,019	288.8	.4	.55
6	-5,604	-406,013	-27.7	03	03
8	0	0	0	0	0
10	1,187,717	-7,966,809	568.1	2.2	4.9
11	19,270	-71,739	12.47	.03	.08
TOTAL	6,021,34	66,160,266	8,910	16.5	26.5
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## Trading Value

	Electrical (kWh)	Natural Gas (Mtbu)	CO <sub>2</sub> (tons)	SO <sub>2</sub> (tons)	NO <sub>x</sub> (tons)
Savings Dotings	6,021,349 carbon	66,160,266	8,910	26.5	16.5

- □  $NO_x$ : = \$7,425 to \$29,700 (16.5 tons x 0.9 (MDEQ air quality retirement) x \$500 to \$2000)\*
- □ Federal SIP  $NO_x$ : forward trade for 2003: 16.5 tons x \$5,900 = \$97,350
- $\square$  SO<sub>2</sub>: \$13,250 to \$53,000 (26.5 tons x \$500 to \$2000)\*

<sup>\*</sup> values based on Michigan ERC



## Intangible Benefits

#### What Else Do We Gain?

- Ability to make major upgrades
- Meet Executive Order 13123 goals
  - Executive Order does not exempt laboratories
- Model for other laboratory facilities
- Living agency's mission



### Ada, Oklahoma

- Replicate Ann Arbor in more traditional lab
- Using DOE's Super ESPC
- Shorter lead time
  - 16 months from project award to completion
  - Versus 30 months for Ann Arbor
- Drilling 175 geothermal wells (completed) and ground source heat pump
- Improving mechanical systems
- Anticipated energy use reduction: 60%



## Laboratories for the 21<sup>st</sup> Century (Labs21)

- A joint EPA/DOE program to improve the environmental performance of U.S. laboratories
- The goal of the program is to encourage the design, construction, and operation of sustainable, high-performance, facilities that will:
  - Minimize overall environmental impacts
  - Protect occupant safety
  - Optimize whole building efficiency on a life-cycle basis



## Labs21: Program Components

- Pilot Partnership Program
- Training
- Best Practices
- Labs21 2002 Annual Conference,
   October 7-9, 2002, Durham, North
   Carolina
- Labs21 Web site: www.epa.gov/labs21century